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## **PRIME INTELLIGENCE SOLUTIONS GROUP LIMITED**

**懶豬科技集團有限公司**

*(Incorporated in the Cayman Islands with limited liability)*

**(Stock Code: 08379)**

### **SUPPLEMENTAL ANNOUNCEMENT TO THE ANNUAL REPORT FOR THE YEAR ENDED 31 MARCH 2023**

References are made to (i) the prospectus issued by Prime Intelligence Solutions Group Limited (the “**Company**”, together with its subsidiaries, the “**Group**”) dated 30 January 2018 (the “**Prospectus**”) in relation to the listing of its shares on GEM of The Stock Exchange of Hong Kong Limited (the “**Listing**”); (ii) the announcement of the Company dated 2 December 2022 (the “**Announcement**”); and (iii) the annual report of the Company for the year ended 31 March 2023 (the “**2023 Annual Report**”) in which the use of proceeds from the Listing up to the date of the 2023 Annual Report was disclosed.

This announcement is made to provide supplemental information to the paragraph under “Use of proceeds and actual progress of the Group’s business objectives” in the section headed “Management Discussion and Analysis” of the 2023 Annual Report.

#### **EXPECTED TIMELINE FOR UTILISING THE UNUTILISED NET PROCEEDS**

As disclosed in the 2023 Annual Report, after deducting the underwriting fees and relevant expenses, the net proceeds from the Listing amounted to approximately HK\$44.5 million (the “**Net Proceeds**”). Among the Net Proceeds, a sum of the Net Proceeds of approximately HK\$15.8 million (the “**Remaining Net Proceeds**”) was originally planned for launching affordable locally manufactured fingerprint identification devices as part of the expansion plan of the business in the Southern China. However, such Remaining Net Proceeds have not been utilised and the Group has decided to suspend the plan to launch affordable locally manufactured fingerprint identification devices as part of the expansion plan of the business in the Southern China.

For reasons set out in the paragraphs headed “Reasons for and Benefits of the Change in Use of Proceeds” in the Announcement, which have been referred to in the 2023 Annual Report, the board (the “**Board**”) of the directors of the Company (the “**Directors**”) intends to change the use of Net Proceeds by reallocating the Net Proceeds of approximately HK\$15.8 million from launching affordable locally manufactured fingerprint identification devices as part of the expansion plan of the business in the Southern China to other business plans, namely (i) enhancement of the quality of after-sales services and strengthening of the operation support; (ii) improving the information technology system; (iii) research and development on touchless biometrics identification devices and AIoT; and (iv) working

capital. The table below sets out the original allocation of Net Proceeds, the utilised and unutilised Net Proceeds, the revised allocation of the unutilised Net Proceeds and the expected timeline for fully utilising the Net Proceeds:

	Original allocation of Net Proceeds as stated in the Prospectus <i>HK\$ million</i>	Utilised Net Proceeds as at the date of the Announcement <i>HK\$ million</i>	Unutilised Net Proceeds as at the date of the Announcement <i>HK\$ million</i>	Revised allocation of the unutilised Net Proceeds as disclosed in the Announcement <i>HK\$ million</i>	Unutilised Net Proceeds as at the date of the 2023 Annual Report <i>HK\$ million</i>	Expected timeline for fully utilising the unutilised amount
<b>Expanding the business in Southern China</b>						
— launch of affordable locally manufactured fingerprint identification devices	15.8	—	15.8	—	—	—
— enhancement of the quality of after-sales services and strengthening of the operation support	5.1	(5.1)	—	3.0	2.4	Before 31 March 2025
<b>Improving the information technology system</b>	5.0	(5.0)	—	3.0	2.1	Before 31 March 2025
<b>Setting up a new and separate software development centre in the PRC to further enhance and develop the Group's software</b>	15.2	(15.2)	—	—	—	—
<b>Research and development on touchless biometrics identification devices and Artificial Intelligence &amp; Internet of Things</b>	—	—	—	6.8	5.9	Before 31 March 2026
<b>Working capital</b>	3.4	(3.4)	—	3.0	—	Before 31 March 2024
<b>Total</b>	<b>44.5</b>	<b>(28.7)</b>	<b>15.8</b>	<b>15.8</b>	<b>10.4</b>	

The Board confirms that the above supplemental information does not affect other information contained in the 2023 Annual Report and, save as disclosed above, the contents of the 2023 Annual Report remain unchanged.

By order of the Board  
**Prime Intelligence Solutions Group Limited**  
 懶豬科技集團有限公司  
**Yuen Kwok Wai, Tony**  
*Chairman*

Hong Kong, 18 August 2023

*As at the date of this announcement, the executive Directors are Mr. Yuen Kwok Wai, Tony, Ms. Yuen Mei Ling, Pauline, Mr. Mui Pak Kuen and Mr. Hui Cho Lung; the non-executive Directors are Mr. Yam Chiu Fan, Joseph and Ms. Leung Wai Hing Ella; and the independent non-executive Directors are Mr. Poon Wai Hung Richard, Mr. Chung Billy and Mr. Wong Ching Wan.*

*This announcement, for which the Directors collectively and individually accept full responsibility, includes particulars given in compliance with the Rules Governing the Listing of Securities on GEM of The Stock Exchange of Hong Kong Limited for the purpose of giving information with regard to the Company. The Directors, having made all reasonable enquiries, confirm that to the best of their knowledge and beliefs the information contained in this announcement is accurate and complete in all material respects and not misleading or deceptive, and there are no other matters the omission of which would make any statement herein or this announcement misleading.*

*This announcement will remain on the “Latest Listed Company Information” page of The Stock Exchange of Hong Kong Limited’s website at <http://www.hkexnews.hk> for at least seven days from the date of its publication. This announcement will also be published on the Company’s website at [www.primeintelligence.com.hk](http://www.primeintelligence.com.hk).*